EXHIBIT A

IN THE UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF TEXAS MARSHALL DIVISION

IN RE TAASERA LICENSING LLC, PATENT LITIGATION	§ §
THIS DOCUMENT RELATES TO CASE NO. 2:22-cv-00314-JRG	\$ Case No. 2:22-MD-03042-JRG \$ \$
PALO ALTO NETWORKS, INC.	§ 8
Plaintiff,	§ Case No. 2:22-cv-00314-JRG
V.	§ 8
v.	8
TAASERA LICENSING LLC,	§
QUEST PATENT RESEARCH	§
CORPORATION,	§
Defendants.	§ §
v	v

REPLY IN SUPPORT OF PLAINTIFF PALO ALTO NETWORKS, INC.'S MOTION FOR PARTIAL JUDGMENT ON THE PLEADINGS OF PATENT-INELIGIBILITY UNDER 35 U.S.C § 101

Nothing in Taasera's response[‡] presents arguments that overcome patent ineligibility of the five patents challenged in PAN's motion. To the contrary, Taasera's response further demonstrates why all <u>asserted claims</u>² of these patents are plainly directed to abstract ideas. Taasera also alleges no inventive concept outside the abstract realm but instead generically invokes "claim construction" and "questions of fact factual issues" in a hand-waving attempt to delay the § 101 inquiry. Opp. 5. Taasera's hand-waving response is telling because it does not propose any terms for construction, propose any constructions for such terms, or cite any material factual issues.

Nor does Taasera's response change the fact that its claims are ineligible because, "with the exception of generic computer-implemented steps, there is nothing in the claims themselves that foreclose them from being performed by a human." *Intell. Ventures I LLC v. Symantec Corp.*, 838 F.3d 1307, 1318 (Fed. Cir. 2016). Moreover, because PAN's motion explained how claim 1 of each challenged patent is representative (Mot. 4, 8, 11, 14–15), "the burden shifts to [Taasera] to identify limitations that are present in [other] claims but that are not represented by the allegedly representative claim." *PPS Data, LLC v. Jack Henry & Assocs., Inc.*, 404 F. Supp. 3d 1021, 1031–32 (E.D. Tex. 2019). Taasera fails to meet that burden: It addresses only claim 1 of each patent,

¹ Taasera's 19-page response violates Local Rule CV-7(a)(2), which limits responses to nondispositive motions (like PAN's motion for *partial* judgment on the pleadings) to 15 pages.

² Taasera wrongly suggests PAN lacks standing because "ACT [sic]" falsely states it has not yet identified asserted claims (._Opp. 1 n.1), yet ._ In fact, Taasera served its answer admits "an actual and justiciable controversy exists" (infringement contentions dropping certain Dkt. No. 93 at 4), and its counterclaims assert "one or more claims" of each patent (id. at 19, 29, 42, 72, 85), which "amply support[s]—on January 17—the day before Taasera filed its corrected reply brief. Dkt. No. court's jurisdiction over all 134. PAN thus seeks invalidation of the patents' now-asserted claims." Joao Control & Monitoring Sys., LLC v. Telular Corp., 2017 WL 1151052, at *3 (N.D. Ill. Mar. 28, 2017).:

^{• &#}x27;796 patent: claims 1, 2, 7, 10, 12, 13, 18, 21, and 23–25

^{• &#}x27;356 patent: claims 1-4, 6, 8-10, 12-20

^{• &#}x27;517 patent: claims 1-10, 12-17, and 24

^{• &#}x27;038 patent: claims 1–33; '918 patent: claims 1–24

without citing any other claims. Thus, the Court may "treat [claim 1 of each patent] as representative" of all asserted claims in each respective patent, which are invalid. *Id.* at 1032.

The '796 patent is directed to identifying and extracting information by matching a pattern. Mot. 2–3. Tassera does not meaningfully dispute this. It agrees the claims recite three steps: (1) "identifying" a "regularly identifiable expression" "in accordance with a programming language," (2) "identifying" a "portion of information," and (3) "extracting" it. Opp. 63–4. Tassera's key argument is that the claims recite the "use of 'a programming language," and this language eonsequently renders the claims patent-eligible because this "cannot be 'performed by a human." Opp. 64. But merely adding "in accordance with a programming language" to abstract human activities is the type of "generic computer-implemented step" that cannot impart eligibility. *Intell. Ventures*, 838 F.3d at 1318; *accord Alice Corp. Pty. v. CLS Bank Int'l*, 573 U.S. 208, 223 (2014). That is especially true here since the '796 patent admits "common programming languages" had "built-in support for regular expressions." '796 pat. 2:25–27; *see also id.* at 3:22–31.

At step two, the only alleged inventive concept is a statement in the *specification* about "explicitly identify[ing] portions of data in a document that a user seeks to be identified, e.g., relevant or important information." Opp. <u>85</u>; '796 pat. 1:53–55. Yet the step-two inquiry "cannot . . . import details from the specification." *Ericsson Inc. v. TCL Commc'n Tech. Holdings Ltd.*, 955 F.3d 1317, 1328 (Fed. Cir. 2020). Taasera also ignores the immediately preceding statement that this benefit results from "the readily-identifiable structure of language," not any technical

³ See Elec. Commc'n Techs., LLC v. ShoppersChoice.com, LLC, 958 F.3d 1178, 1181 (Fed. Cir. 2020) (claim reciting "computer program code" to perform functions was abstract); Cyberfone Sys., LLC v. CNN Interactive Grp., Inc., 558 F. App'x 988, 992 (Fed. Cir. 2014) (rejecting notion that a method "cannot be an abstract idea because a human, unaided by devices, could not perform" it since "abstract ideas [are] not limited to methods that can be performed in the human mind").

advance. '796 pat. 1:52–53. Identifying "relevant or important information" (Opp. <u>85</u>) is what humans do when reading a document and fails to provide "an inventive concept in the non-abstract application realm." *SAP Am., Inc. v. InvestPic, LLC*, 898 F.3d 1161, 1168 (Fed. Cir. 2018).

The '356 patent is directed to sorting data—i.e., classifying a packet as a new exploit candidate—based on the same if/then logic that was previously used by "a human analyst." Mot. 6; '356 pat. 2:50–57. Taasera does not rebut this and merely alleges that having humans perform this task was "time consuming" and "prone to error." Opp. 448. As PAN explained in its motion, however, such "generic speed and efficiency improvements" do not render claims patent-eligible. Customedia Techs., LLC v. Dish Network Corp., 951 F.3d 1359, 1365 (Fed. Cir. 2020); Mot. 7.

Taasera also errs in relying on *Communication Interface Technologies, LLC v. Albertson's LLC*, No. 4:20-CV-550-SDJ, 2021 WL 4453580 (E.D. Tex. Sept. 29, 2021), which is inapposite. The patent there claimed a specific technique—"virtual session reconnection at the application session layer of the protocol stack for a particular application program"—that improved computer functionality "by eliminating the need for full session authentication and negotiation procedures" and "maintain[ing] a seamless and transparent plurality of virtual sessions." *Id.* at *7–8.

Nothing in the '356 patent or Taasera's counterclaims allege any such improvement. Its response offers only attorney argument that the '356 patent "improves the function of the computer itself by solving problems with computer security," without identifying what those "problems" are. Opp. <u>87</u>. At most, Taasera says the invention "analyzes packet data moving through a network to identify new computer viruses, worms, exploits, etc." and alleges this "could not be performed by a human." *Id.* But the '356 patent refutes this, admitting "[i]t is known for a human analyst to analyze all of the packets . . . to determine their type" such as "viruses, worms," or "harmless broadcast traffic, network administration, or web crawler requests." '356 pat. 2:50–57.

At step two, Taasera errs by reciting at length from the specification (Opp. 448), which "cannot be used to import details." *Ericsson*, 955 F.3d at 1328. Its reliance on *Finjan*, *Inc. v. Blue Coat Systems*, *Inc.*, 879 F.3d 1299 (Fed. Cir. 2018), is equally misplaced. *Finjan* contrasted "traditional . . . systems, which simply look for the presence of known viruses," with Finjan's "behavior-based' scans [that] can analyze a downloadable's code and determine whether it performs potentially dangerous or unwanted operations." *Id.* at 1304. Unlike Finjan's invention, the '356 patent does what was "traditional"—i.e., "look for the presence of known viruses," which *Finjan* actually confirms "is well-known and constitutes an abstract idea." *Id.* (quotation omitted).

The '517 patent is directed to assigning a score based on risk. Mot. 9–10. Taasera does not dispute that humans routinely assign scores based on risk (e.g., credit scores) but argues that claim 1 is eligible because "it includes a processing device that implements the identification of the behavior score." Opp. 1310. Again, Taasera is wrong; mere mention in the claims of "a generic computer" does not, on its own, impart eligibility. *Alice*, 573 U.S. at 223. Nor does claim 1 limit *how* this "processing device" identifies the "behavior score." It merely recites the "function or outcome, without providing any limiting detail," which "confirms that it is directed to an abstract idea." *Affinity Labs of Tex., LLC v. Amazon.com, Inc.*, 838 F.3d 1266, 1269 (Fed. Cir. 2016).

At step two, Taasera imports numerous details from the specification (Opp. 14–1511–12) and alleges that "the innovative usage" of the claimed invention is that it "identifies a behavior score based on an identified 'runtime risk'" (Opp. 1411). Yet identifying a score based on risk "cannot be an inventive concept here, because it is the abstract idea that the claims are directed to." *Chamberlain Grp., Inc. v. Techtronic Indus. Co.*, 935 F.3d 1341, 1349 (Fed. Cir. 2019). Thus, Taasera's argument that ineligibility requires clear and convincing evidence (Opp. 2,4) misses the mark because the inventive concepts alleged by Taasera are all either in the specification (not the

claims) or "simply restate[] . . . an abstract idea," and "it is irrelevant whether [an abstract idea] may have been non-routine or unconventional as a factual matter." *BSG Tech LLC v. Buyseasons, Inc.*, 899 F.3d 1281, 1291 (Fed. Cir. 2018). "As a matter of law, narrowing or reformulating an abstract idea does not add 'significantly more' to it" as *Alice* step two requires. *Id*.

The '038 and '918 patents' are directed to "controlling access to computing resources based on known computing security vulnerabilities" ('038 pat. 1:22–25)—i.e., "the abstract idea of controlling access to, or limiting permission to, resources" (*Ericsson*, 955 F.3d at 1326). Without attempting to distinguish *Ericsson*, Taasera analogizes to *Enfish* and *eCeipt LLC v. Homegoods, Inc.*, 2019 WL 10302271, at *5 (W.D. Tex. May 20, 2019). Those cases, however, alleged specific improvements to computer functionality. *Id.* at *5. In *eCeipt*, the complaint explicitly pleaded the "problems and needs with prior POS systems." *Id.* Yet Taasera does not cite any allegations in its counterclaims, which are silent about any alleged improvement.

The only alleged benefit Taasera points to in its brief is "flexibly managing corporate security policies" by (1) configuring "a plurality of policies," (2) collecting information about "operating conditions" and "status information," and (3) determining "a compliance state" from that information. Opp. 4714. But collecting information and checking for policy compliance is not a *technological* improvement because, other than "generic computer-implemented steps," nothing prevents humans from performing these tasks "mentally or with pen and paper" (*Intell. Ventures*, 838 F.3d at 1318), especially since the claims do not specify *how* a "compliance state" is assessed.

At step two, Taasera relies entirely on embodiments in the specification of a "policy management system" and "compliance analysis engine" that are not in the claim. Opp. <u>1815</u>; contra Ericsson, 955 F.3d at 1328. Regardless, even the specification fails to explain how they

perform their recited functions, stating only that they store "various policy information" and "process [] condition information in accordance with the security policies . . . to generate security rules." Opp. 1815. These are not technological improvements but merely automate human tasks of recording policies, monitoring compliance, and generating rules. "No matter how much of an advance" these embodiments reflect for corporate policy governance, "the advance lies entirely in the realm of abstract ideas." *SAP*, 898 F.3d at 1163. All challenged claims are thus invalid under § 101.

Dated: January 1719, 2023

By: /s/ Michael R. Rueckheim
Kelly C. Hunsaker
KHunsaker@winston.com
Michael R. Rueckheim
(Texas State Bar No. 24081129)
MRueckheim@winston.com
Eimeric Reig-Plessis
EReigPlessis@winston.com
WINSTON & STRAWN LLP
225 Shoreline Drive, Suite 520
Redwood City, CA 94065
Telephone: (650) 858-6500
Facsimile: (650) 858-6550

Krishnan Padmanabhan KPadmanabhan@winston.com WINSTON & STRAWN LLP 200 Park Avenue New York, NY 10166-4193 Telephone: (212) 295-6700 Facsimile: (212) 294-4700

Melissa Richards Smith (Texas State Bar No. 24001351) melissa@gillamsmithlaw.com GILLAM & SMITH, LLP 303 South Washington Avenue Marshall, TX 75670 Telephone: 903-934-8450

Facsimile: 903-934-9257

ATTORNEYS FOR PLAINTIFF, PALO ALTO NETWORKS, INC.

CERTIFICATE OF SERVICE

The undersigned herby certifies that on January 4719, 2023, a true and correct copy of the forgoing REPLY IN SUPPORT OF PLAINTIFF PALO ALTO NETWORKS, INC.'S MOTION FOR PARTIAL JUDGMENT ON THE PLEADINGS OF PATENT-INELIGIBILITY UNDER 35 U.S.C § 101 was electronically filed via the Court's CM/ECF system, which sends notifications of such filing to all counsel of record who have consented to accept service by electronic means.

/s/ Michael R. Rueckheim
Michael R. Rueckheim